



Transaction Privilege Tax Changes and News

This publication is an informational notice included with the April 2007 Transaction Privilege Tax Return.

CITY OF APACHE JUNCTION

Effective July 1, 2007: The City of Apache Junction will no longer be a program city in the Cities Program of the Arizona Department of Revenue.

The Department of Revenue will no longer be administering Apache Junction's transaction privilege tax program; however, the department will continue to collect those taxes due to the city and remaining unpaid for months prior to July 1, 2007. Beginning July 1, 2007, the City of Apache Junction will administer and collect its own transaction privilege tax.

Reporting periods beginning with July 2007 and after should be sent directly to the City of Apache Junction. For periods June 2007 and prior, the Department of Revenue will continue to collect those taxes due to the city.

911 WIRELESS AND WIRELINE RATE REDUCTION; REPORTING

Effective July 1, 2007: The Arizona State Legislature approved a decrease to the 911 Wireless Telecommunications tax (class 036) and the 911 Wireline Telecommunications tax (class 131) pursuant to A.R.S. §42-5252. The new monthly rate will be 20¢ per activated wireless and wireline service account (e.g., landline, cellular and Voice over Internet Protocol (VoIP) subscriber accounts), effective July 1, 2007. Also effective July 1, taxpayers filing under the class 036 and class 131 codes should report under the new combined class **911** code for 911 Telecommunications tax. For more information, check our web site (www.azdor.gov).

NEW DEDUCTION CODES FOR THE TPT-1 FORM

The department has created several new deduction type codes for statutory exemptions or deductions that were added by the Legislature during 2006. These new deduction codes are as follows:

- 559: Motion Picture Production Company (qualified by Dept of Commerce)
- 560: Prime Contracting – Development or Impact Fees paid to State/Local Govt
- 561: Job Printing – Actual Postage or Freight Expenses invoiced by Printer
- 562: Restaurant – Food Sales to School District or Charter School
- 563: Liquefied Natural Gas used to Fuel Compressor Equipment

The listing of deduction codes on Page 2 of Form TPT-1 will be revised to reflect these new codes. Due to legibility concerns and space restrictions, not all of the available deduction codes will be listed on Form TPT-1. Therefore, the department will be publishing a more comprehensive listing and description of all deduction codes on the department's website in the near future.

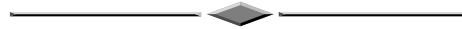
ELECTRONIC FILERS NOW HAVE THE SAME DUE DATES AS PAPER FILERS!

You can now file and pay TPT tax electronically with the same received date as paper filers. Instead of being due by the 25th of the month, the return and payment is due by the 2nd to last business day. With AZTaxes, you can have full confidence that your payment and return were received by the Department because you will receive a confirmation for each transaction. Plus, we offer different payment options through AZTaxes such as ACH debit and E-check.

Why stand in line? Use AZTaxes.gov. It's safe, easy & free! You can:

- File TPT and withholding tax returns
- Make current and past due TPT and withholding tax payments
- Make TPT and corporate estimated payments
- Make withholding deposits, and
- Manage your business tax accounts!

You owe it to yourself to try AZTaxes.gov! You work hard to maintain your business – you don't have to work hard to maintain your taxes. Let AZTaxes.gov help you! It's safe, easy, and free!



Individual Income Tax

*For Yourself
For Your Family
For Peace of Mind...*



www.azdor.gov



Direct Payment Option
Faster Refunds - with Direct Deposit
Proof of Receipt = Peace of Mind

*Ask Your Tax Preparer for E-File or
Do-It-Yourself using the Internet
Visit our website to see if you qualify for free efile*